

SUCCESSOR AGENCY TO THE FREMONT REDEVELOPMENT AGENCY

RECOGNIZED OBLIGATION PAYMENT SCHEDULE ADMINISTRATIVE BUDGET

July 1, 2014 – December 31, 2014

This document constitutes the Administrative Budget of the Successor Agency (the "Successor Agency") to the Redevelopment Agency of the City of Fremont (the "Former RDA") for the Recognized Obligation Payment Schedule (ROPS) 14-15A.

This Administrative Budget accompanies the Successor Agency's ROPS 14-15A prepared pursuant to Health and Safety Code Section 34177(l) for the period July 1, 2014 through December 31, 2014.

The Successor Agency is a separate legal entity that serves as successor agency to the Former RDA, pursuant to the legislation that requires the dissolution and wind-down of the affairs of the Former RDA (ABx1 26, as amended by AB 1484). This Administrative Budget has been prepared by the Successor Agency and will be submitted to the Successor Agency's oversight board for approval in accordance with the requirements of Health and Safety Code Section 34177(j).

This Administrative Budget documents that the Successor Agency's "administrative cost allowance", as defined and authorized pursuant to Health and Safety Code Section 24171(b), for fiscal year 2014-15 is the minimum authorized amount of \$250,000. As called for in Health and Safety Code Section 34177(k), and as documented in this Administrative Budget and ROPS 14-15A, the Successor Agency will report to the County Auditor-Controller that its administrative cost allowance to be paid from property taxes deposited in the Redevelopment Property Tax Trust Fund (as further described in Part B below) pursuant to Health and Safety Code Section 34183(a)(3) is the amount of \$125,000 for this six month period.

Estimated Amounts For Successor Agency Administrative Cost For Applicable Period (Health and Safety Code Section 34177(j)(1)).

	Administrative activities	Total 6-month Budget
1	Prepare Administrative Budgets	\$ 1,000
2	Prepare Recognized Obligation Payment Schedule (ROPS) or close-out reconciliation	4,000
3	Oversight Board staff support (e.g. education, staffing, meeting costs)	20,000
4	Oversight Board Legal Counsel	2,000
5	Internal legal services	8,000

6	Comply with provisions of AB 1484	30,000
7	External legal services	30,000
8	Accounting for Successor Agency activities and annual reporting	10,000
9	Document management/retention/storage	5,000
10	Successor Agency annual audit	0
11	Staff Costs for oversight of property liquidation/preparation of Property Management Plan	20,000
11	Subtotal	130,000
12	City overhead charges (Fleet, IT, insurance, etc.): 12%	15,600
13	Total Administrative Budget	145,600
14	Permitted Administrative Cost Allowance	125,000

Activities may be added, revised, or deleted from this listing as necessary and appropriate during the course of the Former RDA wind-down process. Costs shown for each activity are estimates only. Actual costs required for each activity may be higher or lower than the amount shown, not to exceed the aggregate total amount allowed.

As detailed above, the Successor Agency anticipates a total administrative budget of \$125,000 for the ROPS 14-15A six month period. This leaves an unfunded mandate of an estimated \$20,000 of Successor Agency administrative costs during the ROPS 14-15A period that will need to be covered by City of Fremont general funds to meet the redevelopment unwind administrative mandates imposed by the State.

It should be noted that the Successor Agency is working toward completing all dissolution activities during this ROPS 14-15A period. There is currently no clear direction from the State Department of Finance (the "DOF") as to exact steps necessary to accomplish this objective. Consequently, administrative activities may be redirected as the steps become more clarified.

A. Proposed Source of Payment For Above-Identified Administrative Costs (Health and Safety Code Section 34177(j)(2)).

As authorized pursuant to Health and Safety Code Section 34183(a)(3), the proposed source of payment for the \$125,000 portion of the administrative costs identified in Part A above is the Redevelopment Property Tax Trust Fund established and maintained by the County Auditor-Controller pursuant to Health and Safety Code Section 34170.5(b). As noted in Part A, the balance of the Successor Agency's administrative costs for the six month ROPS 14-15A period are expected to be paid from City of Fremont general funds as an unfunded mandate of the State.

B. Proposals For Arrangements For Administration and Operations Services (Health and Safety Code Section 34177(i)(3)).

The Successor Agency has arranged with the City of Fremont to provide the staff services and office materials and equipment to administer the responsibilities of the Successor Agency, and will draw upon services of outside legal consultant (Goldfarb & Lipman LLP), to provide special services for the wind-down of the Former RDA to the extent City staff lacks the necessary expertise or capacity. The Oversight Board's legal counsel, Michael Rousch, will also be providing services as needed.